

February 21, 2017

For Immediate Release

Sumitomo Forestry Co., Ltd.

**Notice regarding the completion of Sumitomo Forestry Co., Ltd.'s acquisition of equity shares in Edge Homes Group (U.S.)**

Sumitomo Forestry Co., Ltd. ("SFC") hereby announces its completion of acquisition of 70% of equity shares in Edge Homes Group for the price of approximately USD 63 million (will be adjusted by audited financial results), through its wholly-owned U.S. subsidiary Sumitomo Forestry America, Inc., on February 10, 2017 (February 9, US Mountain Standard Time).

The summary of the acquisition and the outline of the Edge Homes Group are referred to in the announcement on January 31, 2017. Edge Homes' projected total assets were USD 132 million and net assets were USD 29 million at the time of establishment.

"Investor (one company)" in "(7) Principal shareholders and their shareholdings ratios" in the announcement on January 31, 2017 is an affiliate of Blue Diamond Capital, LLC.

Blue Diamond Capital is an investment management company headquartered in Provo, Utah and organized in 2007. Blue Diamond is an active developer of commercial and residential project. Blue Diamond's investment interests are diverse and include hospitality, multi-family, commercial, residential land, in addition to private-equity investments primarily focused in the Intermountain West region of the United States.